

Michael O. Leavitt Governor Ted Stewart Executive Director James W. Carter Division Director 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203 801-538-5340 801-359-3940 (Fax)

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January 14, 1994

Mr. Roger B. Smith Manager of Mining Operations Energy Fuels Nuclear, Incorporated 2555 North Highway 89A HC 64, Box 152 Fredonia, Arizona 86022

Re: Waiver of Annual Reports for Mining Operations, Patti Ann, M/037/003; Far West, M/037/019; Repete, M/037/038; and MiVida, M/037/028, San Juan County, Utah

Dear Mr. Smith:

Thank you for submitting the annual reports for 1993 for the above mentioned mine sites.

As mentioned in your letter, these sites have all been reclaimed and inspected by Division staff. Our rules require a three season waiting period to grant full release of the surety bonds. We need to do an inspection this spring on the Patti Ann, the Far West and the MiVida to determine revegetation success, after which we can recommend full surety release if these have proved successful. We should wait for two more growing seasons on the Repete before making a final inspection to determine reclamation success on this site. Please contact us when it would be convenient for you to join us on the inspection so we can coordinate a time.

This letter also grants your request to waive submittal of annual reports in future years. Thank you for your cooperation in reclaiming these mining properties. As you may know, I am leaving the Division for employment in New Mexico. It has been a pleasure working with you.

Sincerely,

Holland Shepherd

Senior Reclamation Specialist